

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 3646 – SB 3552

March 11, 2010

SUMMARY OF AMENDMENT (015119): Deletes the language of the original bill. Authorizes the sale of alcoholic beverages for on-premises consumption at a facility with 85 parking spaces and a restaurant with a total seating capacity of 220 persons located in DeKalb County. Authorizes the sale of alcoholic beverages for on-premises consumption at a facility with 87 parking spaces and a restaurant with a total seating capacity of 179 persons located in DeKalb County.

FISCAL IMPACT OF ORIGINAL BILL:

MINIMAL

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Revenue - Not Significant

Increase State Expenditures – Not Significant

Increase Local Revenue – Not Significant/Permissive

Increase Local Expenditures – Not Significant/Permissive

Assumptions applied to amendment:

- The provisions of this bill will only apply to two facilities in DeKalb County.
- No additional personnel or resources will be required by the Alcoholic Beverage Commission.
- There will be an initial license application fee of \$300 and a \$2,000 annual renewal fee for each applicant to the State ABC Fund.
- Any increase in local government expenditures related to the administrative cost of collecting local privilege taxes associated with such licenses is estimated to be not significant.
- The local privilege tax in DeKalb County is \$1,500.

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- Upon licensing, the entity will be assessed state and local sales taxes on alcoholic beverage sales, 15 percent liquor-by-the-drink tax on each alcoholic beverage sold and any applicable county or city privilege tax.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/agl